GOVERNMENT OF INDIA
PLANNING
LOK SABHA

UNSTARRED QUESTION NO:4015
ANSWERED ON:19.04.2000
GADGIL MUKHERJEE FORMULA
HARIBHAU MAHALE

Will the Minister of PLANNING be pleased to state:

(a) whether various State Governments have demanded to make amendments in Gadgil-Mukherjee formula with regard to providing Central assistance to States; and

(b) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF PLANNING, MINISTER OF STATE IN THE MINISTRY OF STATISTICS AN PROGRAMME IMPLEMENTATION AND MINISTER OF STATE OF THE DEPARTMENT OF ADMINISTRATIVE REFORMS AN PUBLIC GRIEVANCES IN THE MINISTRY OF PERSONNEL, PUBLIC GRIEVANCES AND PENSIONS

(SHRI ARUN SHOURIE)

(a) & (b): Yes Sir. During the meetings between Deputy Chairman, Planning Commission and Chief Ministers of States at the time of finalisation of Annual Plan 1997-98, some Chief Ministers suggested that the Gadgil-Mukherjee formula may be reviewed. Broadly, States like Gujarat, Haryana, Maharashtra and Punjab suggested that greater weightage should be assigned to performance in the allocation of Central Assistance. On the other hand, States such as Bihar, Madhya Pradesh, Orissa and Uttar Pradesh suggested that backwardness and poverty should be given higher weightage.